

**RIZ UP LOUISIANA, INC.**  
**Baton Rouge, LOUISIANA**

**Annual Financial Report**  
**Year Ended December 31, 2008**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

7/29/09

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**DONALD C. De VILLE**  
Certified Public Accountant  
7829 Bluebonnet Boulevard  
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*Certified Public Accountant*



**Donald C. DeVille**

Member  
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**INDEPENDENT ACCOUNTANT'S REVIEW REPORT**

February 25, 2009

To the Board of Directors and Management  
RIZ Up Louisiana, Inc.  
Baton Rouge, Louisiana

I have reviewed the accompanying Statement of Financial Position of RIZ Up Louisiana, Inc. as of December 31, 2008, and the related Statements of Activities and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by American Institute of Certified Public Accountants. All information included in these financial statements is the representation of management of RIZ Up Louisiana, Inc.

A review consists principally of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Respectfully submitted

RIZ UP LOUISIANA, INC.  
STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2008

**ASSETS**

Cash	\$11,634
Accounts Receivable	1,864
Fixed Assets, Net	3,076
Security Deposits	1,550

<b>TOTAL ASSETS</b>	<b>18,124</b>
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**LIABILITIES AND NET ASSETS**

**LIABILITIES:**

Accounts Payable	\$273
Payroll Taxes Payable	12,135

<b>TOTAL LIABILITIES</b>	<b>12,408</b>
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**NET ASSETS:**

Unrestricted:	
Undesignated	5,716

<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b>18,124</b>
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See accompanying notes and accountant's report.

RIZ UP LOUISIANA, INC.  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2008

**REVENUE:**

State Grants	\$77,963
Contributions and Other Receipts	7,850
Program Fees	10,372
Other Income	2
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Total Revenue Collected	96,187
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**EXPENSES:**

Program Services:	
DSS	83,759
Treasury Office	96,692
Youth Achiever	6,229
Summer Camp	1,418
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Total Expenses Paid	188,098
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INCREASE (DECREASE) IN NET ASSETS	(91,911)
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NET ASSETS, Beginning of Year	105,106
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Prior Period Adjustment	(7,479)
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NET ASSETS, Beginning of Year, Restated	97,627
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NET ASSETS, End of Year	5,716
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See accompanying notes and accountant's report.

RIZ UP LOUISIANA, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED DECEMBER 31, 2008

	<u>PROGRAM</u>		<u>SERVICES</u>		
	<u>DSS</u>	<u>TREASURY OFFICE</u>	<u>YOUTH ACHIEVER</u>	<u>SUMMER CAMP</u>	<u>TOTAL</u>
<b>EXPENSES:</b>					
Accounting and Audit	\$-0-	\$2,522	\$-0-	\$-0-	\$2,522
Advertising	-0-	530	-0-	-0-	530
Bank Charges	-0-	-0-	-0-	164	164
Conferences	3,460	45	2,600	-0-	6,105
Contract Labor	10,275	12,000	-0-	-0-	22,275
Contributions, Grants	12,095	9,000	3,525	-0-	24,620
Depreciation Expense	809	-0-	-0-	-0-	809
Dues & Subscriptions	394	730	-0-	-0-	1,124
Equipment expense	-0-	1,810	-0-	-0-	1,810
Insurance liability	-0-	1,696	-0-	-0-	1,695
Miscellaneous	300	-0-	-0-	-0-	300
Occupancy	6,677	7,634	-0-	-0-	14,311
Office Supplies	118	4,848	-0-	1,254	6,220
Payroll Expense	41,390	43,790	-0-	-0-	85,180
Postage	88	278	-0-	-0-	366
Printing	404	900	104	-0-	1,408
Program Expense	2,824	8,295	-0-	-0-	11,119
Telephone	1,324	1,642	-0-	-0-	2,966
Travel & Entertainment	2,368	973	-0-	-0-	3,341
Youth Stipend	1,233	-0-	-0-	-0-	1,233
Total Expenses	<u>83,759</u>	<u>96,692</u>	<u>6,229</u>	<u>1,418</u>	<u>188,098</u>

See accompanying notes and accountant's report.

RIZ UP LOUISIANA, INC.  
STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2008

CASH FLOWS FROM OPERATING ACTIVITIES:

Increase (Decrease) In Net Assets \$ (91,911)

Adjustments To Reconcile Increase In Net Assets  
To Net Cash Provided By Operating Activities:

Depreciation 809

Prior Period Adjustment (7,479)

(Increase) Decrease In Operating Assets:

Accounts Receivable 4,348

Employee Advance 7,180

Increase (Decrease) In Operating Liabilities:

Accounts Payable (555)

Payroll Taxes Payable 2,552

NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES (85,056)

CASH FLOWS FROM INVESTING ACTIVITIES:

Purchase of Equipment -0-

NET INCREASES (DECREASE) IN CASH AND CASH EQUIVALENTS (85,056)

CASH AND CASH EQUIVALENTS, Beginning of Year 96,690

CASH AND CASH EQUIVALENTS, End of Year 11,634

SUPPLEMENTAL DATA:

Interest paid -0-

See accompanying notes and accountant's report.

RIZ UP LOUISIANA, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2008

**NOTE #1 - NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Nature of Activities

RIZ UP! Louisiana, Inc. is a community faith-based, non-profit organization in Baton Rouge, Louisiana, that was created in 2002, for the purpose of promoting the emotional, social, economic and physical well being of children, youth and adults throughout Louisiana.

Financial Statement Presentation:

In 1996, the Association elected to adopt Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations". Under SFAS 117, the Association is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the Association is required to present a statement of cash flows.

Income Taxes:

Louisiana Division Mid-Continent Oil and Gas Association is a not-for-profit organization that is exempt from income taxes under Section 501(c)(6) of the Internal Revenue Code.

Cash and Cash Equivalents:

For the purposes of the statement of cash flows, the Association considers all unrestricted highly liquid debt investments purchased with a maturity of three months or less to be cash equivalents.

INVESTMENTS:

The Association elected to adopt SFAS No. 124, "Accounting for Certain Investments Held by Not-For-Profit Organizations". Under SFAS No. 124, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the changes in net assets.

ACCOUNTS RECEIVABLE

Accounts receivable are written-off under the direct write-off method whereby bad debts are recorded when a receivable is deemed uncollectible. If they are subsequently collected they are recorded as miscellaneous income. The direct charge-off method is not a material departure from GAAP as it approximates the valuation method.

RIZ UP LOUISIANA, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2008

PREPAID

Insurance and similar immaterial services which extend over more than one accounting period have been recorded as expense.

ACCOUNTS RECEIVABLE

Accounts receivable are written-off under the direct write-off method whereby bad debts are recorded when a receivable is deemed uncollectible. If they are subsequently collected they are recorded as miscellaneous income. The direct charge-off method is not a material departure from GAAP as it approximates the valuation method.

Property and Equipment:

The purchase of property and equipment is recorded at cost. It is the Organization's policy to capitalize expenditures for these items in excess of \$1,000. Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Property and equipment is depreciated using the straight-line method over the estimated useful lives of 5 to 10 years.

Income Taxes:

RIZ Up Louisiana is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

USE OF ESTIMATES

In the preparation of financial statements management has made certain estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE #2 - CONCENTRATION OF CREDIT RISK FOR CASH HELD IN BANK**

The Organization maintains several bank accounts at a local financial institution. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$100,000.

As of December 31, 2008, the Organization had cash and cash equivalent (book balances) totaling \$11,634 which was insured by FDIC insurance.



RIZ UP LOUISIANA, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2008

**NOTE #3 - EQUIPMENT**

Equipment at year-end consist of the following:

Equipment	16,036
Less: Accumulated Depreciation	(12,960)
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Equipment Book Value	3,076
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**NOTE #4 - LEASE OBLIGATIONS**

On March 1, 2007, the Organization renewed its operating lease for commercial building space that houses the Organization's main office for one year. The rental to be paid by the Organization shall be \$575 per month ending on March 31, 2009. The rents paid by the Organization for 2008 was \$6,900.

Future minimum lease payments are:

Year End December 31, 2009 - \$1,725

**NOTE #5 - PRIOR PERIOD ADJUSTMENT**

A prior period adjustment of \$7,479 was made to write-off employee advances paid in full in prior years.

**NOTE #6 - BOARD OF DIRECTORS' COMPENSATION**

The Board of Directors is a voluntary board; therefore, no compensation has been paid to any member.

**NOTE #7 - CONTINGENCIES**

The RIZ UP Louisiana, Inc. receives a portion of its revenues from government grants and contracts, all of which are subject to audit by the governments. The ultimate determination of amounts received under these programs generally is based upon allowable cost reported to and are subject to audit by the government. Until such audits, if any, there exists a contingency to refund any amount received in excess of allowable cost. Management is of the opinion that no material liability will result from such audits.

RIZ UP LOUISIANA, INC.  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2008

**NOTE #8 - RISK MANAGEMENT**

The Library is exposed to various risks of loss related to torts, theft of, damage of and destruction of assets; errors and omissions and natural disasters for which the Library carries commercial insurance. There have been no significant reductions in coverage from prior year and settlements have not exceeded coverage in the past three years.